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February 9, 2009

REPORT TO THE HONORABLE
MAYOR AND CITY COUNCIL

IMPARTIAL ANALYSIS OF LEGISLATIVE AUTHORITY
TO AMEND THE 1931 TIDELANDS TRUST

INTRODUCTION

On January 27, 2009, the City Council voted in closed session to consider in open session a proposal to support state legislation to amend the 1931 Tidelands Trust, Stats. 1931, Ch. 937 ("Trust"). The City is the trustee of the Children's Pool under the terms of the Trust.

In the case of *Valerie O'Sullivan v. City of San Diego*, case number GIC 826918, the San Diego Superior Court ruled the legislative intent in creating the Trust was that the Children's Pool was to be "used exclusively for a public park and children's pool." The Superior Court stated in its decision of August 26, 2005: "Recognizing that a bathing pool for children existed on the land when the Trust was created and that the land was situated adjacent to a public park, and would be an extension of same, the legislative intent was clear. The entrusted land *shall* be used *exclusively* for a public park which includes a children's pool, and that the purpose of that use shall be recreational." The Superior Court also stated in its decision that the terms of the Trust do not authorize the Children's Pool to be used as a habitat, marine sanctuary, zoo or seal watching facility.

In accordance with Council's directive, the City Attorney's Office has prepared a proposed resolution for the Council's consideration in open session on February 17, 2009. The proposed resolution requests that the California Legislature amend the Trust to permit the City, in its role as trustee, to have discretion to permit marine mammals to inhabit the Children's Pool. Furthermore, the proposed resolution calls for an amendment to the Trust to also allow the City discretion to preserve the marine mammals' habitat at the Children's Pool. This report discusses the legal authority for the Legislature to amend the Trust to allow for such additional public uses.

REPORT TO THE HONORABLE MAYOR AND CITY COUNCIL

BACKGROUND

California acquired title to the navigable waterways and tidelands by virtue of its sovereignty when it was admitted to the union in 1850. Marks v. Whitney, 6 Cal. 3d 251, 258 n.5 (1971), citing Borax, Ltd. v. Los Angeles, 296 U.S. 10, 15-16 (1935). Tidelands are defined as those lands lying between the lines of mean, high and low tide covered and uncovered successfully by the ebb and flow of the tides. Id. at 257-258, citing City of Long Beach v. Mansell, 3 Cal. 3d 462, 478 n.13 (1970). The State holds tidelands in trust for public purposes; moreover, the power of the State to control, regulate and utilize its navigable waterways and the lands lying between them, when acting within the terms of the trust, is absolute except as limited by the federal government. Id. at 258, n.5, citing City of Long Beach, 3 Cal. 3d at 482; Id. at 208, citing People v. California Fish Co. 166 Cal. 576, 597 (1913) and Colberg, Inc. v. State of California ex rel. Dept. Pub. Wks., 67 Cal. 2d 408, 416-422 (1967).

The traditional purposes for which the State holds tidelands in trust are navigation, commerce and fisheries. *Id.* at 258 n.5, citing *City of Long Beach*, 3 Cal.3d at 482. The origins of the doctrine that the public holds the rights to tidelands for fishing, commerce and navigation originated with Roman law. *Graf v. San Diego Unified Port District*, 7 Cal. App. 4th 1224, 1229 n.5 (1992), citing *City of Berkeley v. Superior Court*, 26 Cal. 3d 515, 521 (1980). The State, as trustee, may delegate its authority to manage and control public use of tidelands to another governmental entity. *Id.* at 1229, citing *City of Long Beach v. Lisenby*, 175 Cal. 575, 579 (1917).

In establishing the 1931 Tidelands Trust, Stats. 1931, Ch. 937, the Legislature delegated to the City of San Diego the State's authority to manage and control public use of Children's Pool Beach. The 1931 Tidelands Trust legislation states the following:

Section 1. There is hereby granted to the city of San Diego, county of San Diego, all the right, title and interest of the State of California, held by said state by virtue of its sovereignty, in and to all that portion of the tide and submerged lands bordering upon and situated below the ordinary high water mark of the Pacific ocean . . . to be forever held by said city of San Diego and its successors in trust for the uses and purposes and upon the express conditions following, to wit:

(a) That said lands shall be devoted exclusively to public park, bathing pool for children, parkway, highway, playground and recreational purposes, and to such other uses as may be incident to, or convenient for the full enjoyment of, such purposes;

REPORT TO THE HONORABLE MAYOR AND CITY COUNCIL

(b) The absolute right to fish in the waters of the Pacific Ocean over said tidelands or submerged lands, with the right of convenient access to said waters over said lands for said purpose is hereby reserved to the people of the State of California.

THE LEGISLATURE HAS THE AUTHORITY TO MODIFY THE TRUST'S TERMS

The United States Supreme Court in *Illinois Central Railroad Co. v. Illinois*, 146 U.S. 387 (1892) held that the State holds tidelands in trust for its citizens and its ownership and control can be delegated but never relinquished completely. The Court stated:

The state can no more abdicate its trust over property in which the whole people are interested ... than it can abdicate its police powers in the administration of government and the preservation of the peace. In the administration of government the use of such powers may for a limited period be delegated to a municipality or other body, but there always remains with the state the right to revoke those powers and exercise them in a more direct manner, and one more conformable to its wishes.... Any grant of the kind is necessarily revocable, and the exercise of the trust by which the property was held by the state can be resumed at any time.

146 U.S. at 453.

Application of this principle can be found in the case of *Mallon v. City of Long Beach*, 44 Cal. 2d 199 (1955). The Legislature conveyed tide and submerged lands containing oil and gas to the City of Long Beach in fee simple subject to the express condition that tidelands be "devoted exclusively to the improvement of commerce, navigation, and fisheries for the benefit of all the people of the state." Later the Legislature passed a statute that permitted income derived from the sale of oil and gas to be used for non-trust purposes. In rejecting a challenge to this statutory modification of the public trust, the California Supreme Court held that it is well established that "[t]he trust in which tide and submerged lands are held does not prevent the state from reclaiming tide and submerged lands from the sea where it can be done without prejudice to the public right of navigation and applying them to other purposes and uses." *Id.* at 206.

The Mallon court held that the Legislature has the power to repeal statutory trusts, upon which the property to the trust would revert to the state. The California Supreme Court reasoned that the title that the state possessed passes to a city trustee only for the purpose of the trust; therefore, should that purpose become extinct, the title reverts back to the state as a matter of law. Id. at 208. More importantly, the Mallon court recognized that not only does the Legislature have the power to revoke a public trust, it also has the power to modify the public trust or alter contractual or property rights acquired by the municipality from the State. Id. at 209.

REPORT TO THE HONORABLE MAYOR AND CITY COUNCIL

The other major case on this issue of modification of trusts is City of Coronado v. The San Diego Unified Port District, 227 Cal. App. 2d 455 (1964). The appellate court in that case found that the Legislature had the power to revoke a municipality's grant in trust through legislation. Based on the Mallon decision, the appellate court held that the Legislature has the purpose to alter, amend or revoke a public trust for the benefit of the general public. "Logically, there is no cogent reason why, in order to enhance the public welfare, the state should not be entitled or legally able to alter or extinguish the interest of a political or corporate subdivision in any grant made by the state to it, not in fee simple but in trust for the benefit of the public in general." Id. at 472.

The appellate court in San Diego Unified Port District noted that the trust in that case provided that the tidelands would be "forever held" by the City of Coronado and there was no express reservation of the power to revoke the trust. The appellate court concluded that the Legislature could nevertheless alter, amend or revoke the trust applying traditional trust principles. Just as the trustor and beneficiaries acting together may alter, amend, or revoke a private trust, so can the State, as trustor representing the trust beneficiaries, alter, amend or revoke a public trust. Id. at 475.

The proposed legislative amendment is consistent with the legal obligation of a trustee of public lands. In the recent case of *Center for Biological Diversity, Inc. v. FPL Group, Inc.*, 166 Cal. App. 4th 1349, 1363 (2008), the appellate court held that protection of undomesticated wildlife is a trustee's obligation under the public trust doctrine. Preservation of the marine mammals' habitat at the Children's Pool serves to not only enhance the recreational opportunities of the public to view and enjoy the marine mammals, but it also serves to protect the marine mammals.

CONCLUSION

The Legislature granted to the City "all the right, title and interest of the State of California" in the tidelands at the Children's Pool and did not expressly reserve the right to modify or revoke the Trust. The Legislature nevertheless has the power to modify the Trust to change the uses of the Trust in a manner consistent with the public trust doctrine. The proposed legislative amendment to the Trust is consistent with the original purpose of the trust that there be a public park at the Children's Pool that is a source of recreation for children.

JAN I. GOLDSMITH, City Attorney

By:

George F. Schaefer Deputy City Attorney

GFS:gfs RC-2009-1

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California and directing the City's Intergovernmental Relations Department to seek such legislation. 5. PRIMARY CONTACT (NAME, PHONE, & MAIL STA.) George Schaefer Catherine Bradley Catherine Bradley										! !
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11. PREPARATION OF: RESOLUTIONS ORDINANCE(S) AGREEMENT(S) DEED(S) 1. Supporting state legislation to amend the 1931 Tidelands Trust, Stats. 1931, Ch. 937, to permit marine mammals to inhabit the Children's Pool Beach in La Jolla, California and directing the City's Intergovernmental Relations Department to seek such legislation.										
11A. STAFF RECOMMENDATIONS:										
Approve Resolution										
12. SPECIAL CONDITIONS (REFER TO A.R. 3.20 FOR INFORMATION ON COMPLETING THIS SECTION.)										
COLUMBIA DIOTRIOT(S). CALE										
COUNCIL DISTRICT(S): ONE										
COMMUNITY AREA(S): CHILDREN'S POOL BEACH IN LA JOLLA										
ENVIRONMENTAL IMPACT: THIS ACTION IS NOT A "PROJECT" FOR PURPOSES OF CEQA.										
HOUSING IMPACT: N/A										
OT	HER ISSUE	<u>S</u> :								

EXECUTIVE SUMMARY SHEET

DATE ISSUED:

February 4, 2009

REPORT NO.:

ATTENTION: Mayor and City Council

ORIGINATING DEPARTMENT: City Attorney

SUBJECT: Resolution supporting state legislation to permit marine mammals to inhabit

the Children's Pool Beach in La Jolla, California.

COUNCIL DISTRICT(S): One

CONTACT/PHONE NUMBER: George F. Schaefer, Deputy City Attorney, 533-5861; Catherine Bradley, Deputy City Attorney, 533-5832.

REQUESTED ACTION:

Pass Resolution supporting state legislation to amend the 1931 Tidelands Trust, Stats. 1931, Ch. 937, to permit marine mammals to inhabit the Children's Pool Beach in La Jolla, California and direct the City's Intergovernmental Relations Department to seek such legislation.

STAFF RECOMMENDATION:

The City Attorney strongly recommends passage of this Resolution.

EXECUTIVE SUMMARY:

In 1930 Ellen Browning Scripps constructed a concrete breakwater on the west side of what is now known as the "Children's Pool" in La Jolla, California. At the time of the construction of the breakwater, the adjacent tidelands were held in public trust by the State of California. In 1931 the California Legislature passed the Tidelands Trust, Stats. 1931, Ch. 937, and named the City of San Diego as the trustee of the Children's Pool. The statute creating the Trust provides, "That said lands shall be devoted exclusively to public park, bathing pool for children, parkway, highway, playground and recreational purposes, and to such other uses as may be incident to, or convenient for the full enjoyment of such purposes."

During the last decade, a colony of seals has inhabited the Children's Pool. An official with the federal National Marine Fisheries Service in 2004 estimated that approximately 1 million people visit the Children's Pool annually. However, a Superior Court judge ruled in the case of Valerie O'Sullivan v. City of San Diego, Case No. D047382, that the Trust does not permit the Children's Pool to be used as a habitat, a marine sanctuary, zoo or seal watching facility. The Superior Court recently pronounced that the City should make plans to disperse the seals. Numerous citizens, including children, have petitioned the City to allow the seals to remain at the Children's Pool.

The Legislature has the authority to amend or revoke a public trust. The proposed Resolution would support legislation to amend the 1931 Tidelands Trust to permit the City, as trustee, to allow marine mammals to continue to inhabit the Children's Pool and to preserve the marine mammals' habitat. This proposed amendment to the Trust is consistent with the Trust's original intent that the Children's Pool be a source of recreation for children. It is also consistent with a recent appellate court decision that held protection of undomesticated wildlife is a trustee's obligation under the public trust doctrine. The Resolution mandates that the City's Intergovernmental Relations Department seek such legislation.

FISCAL CONSIDERATIONS:

None.

PREVIOUS COUNCIL and/or COMMITTEE ACTION: On January 27, 2009, the City Council voted 6-1 in closed session (Councilmember Emerald not present) to advance the proposal to amend the 1931 Tidelands Trust to open session before expiration of the Legislature's deadline for submission of proposed legislation.

COMMUNITY PARTICIPATION AND PUBLIC OUTREACH EFFORTS:

On January 26, 2009, the Council heard public comment on this issue in conjunction with a related closed session item that was heard on January 27, 2009.

KEY STAKEHOLDERS & PROJECTED IMPACTS (if applicable):

Not applicable.

Office of the City Attorney

George F. Schaefer

RESOLUTION NUMBER R		
•		
DATE OF FINAL PASSAGE		

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO SUPPORTING STATE LEGISLATION TO AMEND THE 1931 TIDELANDS TRUST, STATS. 1931, CH. 937, TO PERMIT MARINE MAMMALS TO INHABIT THE CHILDREN'S POOL BEACH IN LA JOLLA, CALIFORNIA AND DIRECTING THE CITY'S INTERGOVERNMENTAL RELATIONS DEPARTMENT TO SEEK SUCH LEGISLATION.

WHEREAS, in 1931 the California Legislature at Stats. 1931, Ch. 937, granted to the City of San Diego all the right, title and interest of the State of California, held by virtue of its sovereignty, in and to all that portion of the tide and submerged lands comprising the Children's Pool in La Jolla; and

WHEREAS, said legislation further provides that the Children's Pool must be held in trust by the City for the following uses and purposes: "That said lands shall be devoted exclusively to public park, bathing pool for children, parkway, highway, playground and recreational purposes, and to such other uses as may be incident to, or convenient for the full enjoyment of, such purposes;" and

WHEREAS, for over a decade marine mammals have inhabited the Children's Pool, which has provided an opportunity for citizens, including children, to enjoy and learn about marine mammals; and

WHEREAS, as a result of litigation filed against the City, the San Diego Superior Court rendered a judgment that the terms of the Trust do not authorize the Children's Pool to be used as a habitat, a marine sanctuary, zoo or seal watching facility; and

WHEREAS, numerous citizens, including children, have petitioned the City not to disperse the seals at the Children's Pool; and

000590

WHEREAS, a recent appellate decision holds that under the public trust doctrine, a trustee of public lands is obligated to protect undomesticated wildlife; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, that the Council supports amendment of the 1931 Tidelands Trust by the California Legislature to afford the City discretion to permit marine mammals to inhabit the Children's Pool and discretion to preserve the marine mammals' habitat at the Children's Pool; and

BE IT FURTHER RESOLVED, the City's Intergovernmental Relations Department is . directed to pursue such a legislative amendment to the 1931 Tidelands Trust.

APPROVED: JAN I. GOLDSMITH, City Attorn	еу
By: George F. Schaefer Deputy City Attorney	
GFS:gb 02/04/2009 Aud. Cert.: N/A Or. Dept: CA R-2009-834	
I hereby certify that the foregoing Resolution was Diego, at this meeting of	passed by the Council of the City of San
	ELIZABETH S. MALAND City Clerk
	By: Deputy City Clerk
Approved: (date)	JERRY SANDERS, Mayor
Vetoed:(date)	JERRY SANDERS, Mayor

From:

McNair, Rae on behalf of CLK City Clerk

Sent:

Friday, February 13, 2009 7:52 AM

To:

Councilmember Todd Gloria; DeMaio, Carl; Emerald, Councilmember Marti; Faulconer,

Council Member Kevin; Frye, Donna; Hueso, Council President Ben; Lightner, Councilmember Sherri; Lujan, Magdalena; Pickens, Sonia; Soria, Patricia; Vetter, Gary; Yepiz, Lauren; Young,

Anthony

Subject:

FW: City Council Meeting Agenda Comment Form

----Original Message----

From: prvs=2880dc93f=nsuserid@ada.sannet.gov [mailto:prvs=2880dc93f=nsuserid@ada.sannet.gov]

Sent: Thursday, February 12, 2009 4:35 PM

To: CLK City Clerk

Subject: City Council Meeting Agenda Comment Form

San Diego City Council Meeting Agenda Comment Form Submitted on Thursday, February 12, 2009

at 16:34:41

Name: Anne Bunner

Email: anneelizabeth27@gmail.com

Address: 3455 Lebon Dr #1515

City: San Diego

State: CA

Zip: 92122

Area Code: 858

Telephone: 775-0297

Source: San Diego City Council Meeting Agenda Comment Form at http://www.sandiego.gov/city-

clerk/officialdocs/docketcomment.shtml

Agenda Item: Item 335, February 17, 2009 at 2pm

Comments: I am a voter in District 1 and I enjoy watching the seals in La Jolla. I believe the seals have a right to be at Casa Beach and I support City efforts to save them. I am opposed to dredging the beach as Judge Yuri Hoffman has ordered. Please ask the state

legislature to amend the 1931 law that threatens the seals!

REMOTE_ADDR: 198.180.31.12

HTTP USER AGENT: Mozilla/5.0 (Macintosh; U; PPC Mac OS X 10.4; en-US; rv:1.9.0.6)

Gecko/2009011912 Firefox/3.0.6

From:

McNair, Rae on behalf of CLK City Clerk

Sent:

Friday, February 13, 2009 7:51 AM

To:

Councilmember Todd Gloria; DeMaio, Carl; Emerald, Councilmember Marti; Faulconer, Council Member Kevin; Frye, Donna; Hueso, Council President Ben; Lightner, Councilmember

Sherri; Lujan, Magdalena; Pickens, Sonia; Soria, Patricia; Vetter, Gary; Yepiz, Lauren; Young,

Anthony

Subject:

FW: City Council Meeting Agenda Comment Form

----Original Message----

From: prvs=2879c7606=nsuserid@ada.sannet.gov [mailto:prvs=2879c7606=nsuserid@ada.sannet.gov]

Sent: Thursday, February 12, 2009 12:33 PM

To: CLK City Clerk

Subject: City Council Meeting Agenda Comment Form

San Diego City Council Meeting Agenda Comment Form Submitted on Thursday, February 12, 2009

Name: Mike Weinberg

Email: mike.weinberg@cox.net

Address: 555 Front St. #304

City: San Diego

State: CA

Zip: 92101-6774

Area Code: 619

Telephone: 756-6060

Source: San Diego City Council Meeting Agenda Comment Form at http://www.sandiego.gov/city-

clerk/officialdocs/docketcomment.shtml

Agenda Item: 335

Comments: Please support Item 335 to save the La Jolla seals and our city money.

REMOTE_ADDR: 198.180.31.12

HTTP_USER_AGENT: Mozilla/4.0 (compatible; MSIE 7.0; Windows NT 5.1; .NET CLR 2.0.50727; .NET

CLR 3.0.4506.2152; .NET CLR 3.5.30729)